

Cost Comparisons for DNRC vs. Private Aircraft

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EXHIBIT 2
DATE 1-21-11
HB Section C

335 days/year availability

DNRC Aircraft Costs:

- DNRC MT205 (UH-1H) Fixed Costs: \$1,231,296 / year
- Daily availability cost: \$735/day per aircraft
- Hourly flight cost: \$1,075/hour
- 100 hours flight time ($100 * \$1,075/\text{hour}$) = \$107,500
- Cost per aircraft: \$267,759
- **Total Cost (5 aircraft, 335 day availability) = \$1,338,796 per year**

Contract Aircraft Costs:

- Daily availability cost: \$6,962/day (average of current contract rates)
- Hourly flight cost: \$3,421/hour (average of current contract rates)
- 100 hours flight time ($100 * \$3,421/\text{hour}$) = \$342,100
- Cost per aircraft: \$2,332,270
- **Total Cost (5 aircraft, 335 day availability) = \$11,661,350 per year**

90 days/year availability

DNRC Aircraft Costs:

- DNRC MT205 (UH-1H) Fixed Costs: \$1,231,296 / year
- Daily availability cost: \$2,730/day per aircraft * 90 days = \$245,700
- Hourly flight cost: \$1,075/hour
- 100 hours flight time ($100 * \$1,075/\text{hour}$) = \$107,500
- Cost per aircraft: \$353,200
- **Total Cost (5 aircraft, 90 day availability) = \$1,766,000 per year**

Contract Aircraft Costs:

- Daily availability cost: \$6,962/day per aircraft * 90 days = \$626,580
- Hourly flight cost: \$3,421/hour
- 100 hours flight time ($100 * \$3,421/\text{hour}$) = \$342,100
- Cost per aircraft: \$968,680
- **Total Cost (5 aircraft, 90 day availability) = \$4,843,400 per year**

Privatization of DNRC Fleet retaining current budget:

- DNRC annual fixed costs for all 10 aircraft: \$1,710,134
- Two standard category medium helicopters @ 90-day availability = \$1,253,160